

50X1-HUM

~~SECRET~~
CENTRAL INTELLIGENCE AGENCY

REPORT

INFORMATION REPORT

COUNTRY Hungary/Yugoslavia

DATE DISTR. 12 February 1948

SUBJECT Yugoslav-Hungarian Trade Agreement

NO. OF PAGES 25

PLACE
ACQUIRED

NO. OF ENCLS.
(LISTED BELOW)

DATE OF :

SUPPLEMENT TO
REPORT NO.

50X1-HUM

THIS DOCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFENSE OF THE UNITED STATES WITHIN THE MEANING OF THE ESPIONAGE ACT OF 1917, U. S. C., 18 AND 41 AS AMENDED. ITS TRANSMISSION OR THE REVELATION OF ITS CONTENTS IN ANY MANNER TO AN UNAUTHORIZED PERSON IS PROHIBITED BY LAW. REPRODUCTION OF THIS FORM IS PROHIBITED. HOWEVER INFORMATION CONTAINED IN BODY OF THE FORM MAY BE UTILIZED AS DEEMED NECESSARY BY THE RECEIVING AGENCY.

* See below

THIS IS UNEVALUATED INFORMATION FOR THE RESEARCH
USE OF TRAINED INTELLIGENCE ANALYSTS 50X1-H

50X1-HUM

The following is a [redacted] living supplies to be made to Yugoslavia by the Gans Company of Budapest, under the Yugoslav-Hungarian Trade Agreement of July 16, 1947. It will be noted that totals do not always agree and that there are omissions in places.

PRE-CONTRACT

50X1-HUM

Concluded 16 July 1947 in Budapest, from one part by the Delegation of Yugoslav Government delegated to discuss the long-term Hungarian deliveries and the Yugoslavia counter-deliveries, which acts as a Representative of such Yugoslavia general managements, institutions, organizations and firms as will be confirmed at a later date, and from the other part, Gans & Company Budapest, deliverer.

For concluding the agreement of the long-term Hungarian deliveries and the Yugoslavia counter-deliveries, between the Yugoslav Government and the Hungarian Republic, they reached the following agreement:

1. The Delegation of the Yugoslav Government appointed to carry on negotiations for the conclusion of a preliminary agreement, relating to long-term deliveries, appearing in its capacity as such, gives orders to the firm Gerns & Company of Budapest for the supply of the following goods, fixing the date of delivery for the conclusion of several contracts of sale and purchase as well as the time limits of the delivery and approximate prices which are shown separately for each item.

CLASSIFICATION ~~SECRET~~/CONTROL

U. S. OFFICIALS ONLY

[illegible]

Document No. 008
NO CHANGE in Class. ☐

☐ DECLASSIFIED

Class. CHANGED TO: TS

DDA Memo, 4 Apr
Auth: DDA REG. 77/1763

Date: 3 MAY 78 By

50X1-HUM

~~SECRET~~

~~SECRET~~

CONFIDENTIAL

50X1-HUM

~~SECRET/CONTROL~~
U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 2 -

ELECTRIC ARTICLES

Subject and content of delivery (according to the offer)	Fixed term of concluding the final purchase agreement	Term of delivery	Informatory price in USA Dollars
1. 1 Electric motor with sliding rings, waterproof against dropping water, with motor protector, starter and other requisites, 220/380 V, 50 per FLA 76/6 typ., 30 HP 960 r.p.m. Offer No. 25th IV.47 Reg. No. C 90172/B and 2384 Kp. vez. dated 16th V.47	to 30th VIII.47	to VI.48	802.
2. 2 Electric motors with sliding rings, waterproof against dropping water with motor protector, starter and other equipment. 220/380 V, 50 per, FLA 142/6 typ., 34 HP 960 r.p.m. Offer No. C 90172/B 25th IV.47 Reg. No. Kp. vez. 2384 16th V.47	to 30th VIII.47	to VI.48	1,022.
3. 159 current-meters and 81 current-transformer Offer No. C.45252 18th V.47	VIII.47	x.48	9,500.
4. 1 Aggregate to charge a battery of 110 V and 1200 Ah completed with electric accessories /Ev.60530/Ru 18th V.47	VIII.47	IV.49	18,830.
5. 8 Electric motors for continuous current with anchors, reversible, with independent influence and poles, with changeable revolving number, waterproof against dropping water, artificial ventilation air-cooled and the bearings watercooled, 325 HP 425 r.p.m. with all reserve components acc. to the following list. Offer No. Ev/v.60484/amb 1st IV.47	VIII.47	VIII.49 1.50	184,000. (without reserve components)
			214,154.

~~SECRET/CONTROL~~
U. S. OFFICIALS ONLY

CONFIDENTIAL

~~SECRET~~

~~SECRET~~
SECRET/CONTROL
U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 3 -

50X1-HUM

Subject and extent of delivery (according to the offer)	Fixed term of concluding the final purchase agreement	Term of delivery	Informatory price in USA Dollars
6. 19 Electric motors from 35 to 170 HP n-960-720, 380 V, 50 per., c.90172/a Mu,E. 25th VI.47	Amount brought forward: VIII.47 x.48	 10- VI.48 8- VI.49 1-VIII.49	214,154
7. 50 Electric motors 16-43 HP n-720-2880, 380 V, 50 per /c 90172/g/Mu. Offer No.E. 30th IV.47	VIII.47	VII.48	16,140.
8. 15 Transformers 3 1000 KVA 7 500 KVA 2 400 KVA 3 200 KVA 6000 Volt plus 3%/400/230 V, /c 90172/g/Mu,E dated: 30th IV.47	 X.47	 XII.48 IX.48 XI.48 VII.48	 12,000. 15,750. 3,840. 3,600.
9. 5 Three phased dry transformers 125 KVA, 6000/3000/400/230 V, Offer No./c.90113/Mu.E 15th IV.47	VIII.47	XI.48	5,700.
10. 2 Three phased oil transformers 500 KVA, 35000/5250 V. /c 90113/Mu	VIII.47	I.49	7,942.
11. 1 Three phased oil transformer, 2000 KVA 35000/10500 V, Offer No./c.90115/Mu	I.48	II.49	6,508.
12. 1 Three phased oil transformer, 2000 KVA 35000/5200 V, Offer No. /c 90115/Mu	I.48	II.49	10,416.
13. 2 Three phased oil transformer, 2500 KVA 35000/6000/3000 V, Offer No./c 90113/Mu	V.48	III.49	24,366.
14. 1 Three phased oil transformer, 2500 KVA 35000/500 V Offer No./c 90115/Mu	V.48	IV.49	11,436.
			349,961

~~SECRET~~
SECRET/CONTROL
U. S. OFFICIALS ONLY
CONFIDENTIAL

~~SECRET~~

~~SECRET~~
~~SECRET/CONTROL~~
 U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 4 -

50X1-HUM

Subject and extent of delivery (according to the offer)	Fixed term of concluding the final purchase agreement	Term of delivery	Informatory price in USA Dollars
Amount brought forward:			349,961
15. 1 Three phased oil transformer 2500 KVA 25000/6500, or 5650/ 3750 or 3250 volt Offer No./C.90145/21 21st IV.47	V.48	V.49	18,735.
16. 2 Three phased oil transformers 320 KVA 3000/240 V, Offer No./C 90113/21 15th IV.47	VIII.47	XII.48	3,500.
17. 2 Oil transformers 500 KVA, 6000/3000 V, Offer No./C 90145/21	X.47	XII.48	4,860.
18. 2 Oil transformers 1000 KVA 30000/3000 V, Offer No. /C 90145/21	X.47	XII.48	13,700.
19. 3 Oil transformers 5000 KVA 20000/5000 V, Offer No./Ev.60539/Ru.	XI.48	XII.49	71,700.
20. 1 Oil transformer 12000 KVA, 35000/10000 Offer No./Ev.60539/Ru.	XI.48	I.50	50,200.
21. 2 Electric motors with sliding rings, brush-lifters, switch for short circuit, ball-bearings, free axle, starter and switch FMA 186/8 80 LE, 760 r.p.m. 30000 V.	VIII.47	I.48 VI.49	7,146.
2 FMA 145/4, 63 LE 1500 r.p.m. 380 V.			2,426.
2 FMA 166/4, 63 LE 1500 r.p.m. 380 V.			3,972.
1 90 KW, 750 r.p.m. 380 V.			5,702.
1 FMA 183/8, 85 LE 750 r.p.m. 380 V.			2,426.
1 FMA 147/4, 80 LE 1500 r.p.m. 380 V.			1,440.
			565,765.

~~SECRET~~
~~SECRET/CONTROL~~
 U. S. OFFICIALS ONLY

~~SECRET~~

~~SECRET~~
~~SECRET/CONTROL~~
 U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 5 -

50X1-HUM

Subject and extent of delivery (according to the offer)	Fixed term of concluding the final purchase agreement	Term of delivery	Informatory price in USA Dollars
--	--	---------------------	--

Amount brought forward:

648,397.

1 FEB 235x230/2, 65 LE 3000 r.p.m., 550 V.			1,693.
2 FEB 235x290/2, 75 LE 3000 r.p.m., 380 V.			3,386.
2 FEB 235x290/2, 100 LE 3000 r.p.m., 380 V.			4,532.
1 FEB 235x450/2, 150 LE 3000 r.p.m., 380 V.			2,826.
1 FEB 290x350/2, 190 LE 3000 r.p.m., 380 V.			3,520.
2 FFA 147/4, 30 LE 1500 r.p.m., 380 V.			2,880.
1 FFA 163/4, 100 LE 1500 r.p.m., 380 V.			1,789.
1 FFA 166/4, 135 LE 1500 r.p.m., 380 V.			2,059.
1 FFA 183/4, 170 LE 1500 r.p.m., 380 V.			2,485.
2 FFA 145/4, 65 LE 1500 r.p.m., 500 V.			2,426.
2 FFA 147/4, 80 LE 1500 r.p.m., 500 V.			2,880.
2 FFA 186/12, 60 LE 500 r.p.m., 500 V.			5,492.
1 FFA 145/4, 65 LE 1500 r.p.m., 500 V.			1,213.
2 FFA 163/4, 100 LE 1500 r.p.m., 500 V.			3,578.
1 FFA 183/8 85 LE 750 r.p.m., 500 V.			2,426.
1 FFA 166/8, 60 LE 750 r.p.m., 500 V.			1,986.
1 FFA 166/8, 60 LE 750 r.p.m., 220 V.			1,986.
1 47 LE, r.p.m., 3000 Volt			3,514.
1 FFA 163/4, 55 LE 1580 r.p.m., 3000 V.			2,346.

~~SECRET/CONTROL~~
 U. S. OFFICIALS ONLY

~~SECRET~~

~~SECRET~~
~~SECRET~~/CONTROL
 U. S. OFFICIALS ONLY

CONFIDENTIAL

CENTRAL INTELLIGENCE AGENCY

- 6 -

Subject and extent of delivery (according to the offer)	Fixed term of concluding the final purchase agreement	Term of delivery	Informatory price in USA Dollars
1. 260 LE, 1500 1500 r.p.m., 3000 V.			<u>4,638.</u>
Items acc. to offer No. C 90172/o/Mu-11, 25th IV.47., Y/80008/Kob. 3rd VI.47 and Y/Ev 80008/Kob 29th V.47			706,052.
Amount brought forward			706,052.
22. 1 Three phased cyneron electro motor, for the purpose to make a Boruig compressor work, 650 KW, 3000 V, 50 r.p.m., sliding ballbearings, protecting and starting. Offer No. Y/80001/Kob 12th VI.47	VIII.47	IV.49	31,962.
23. 1 Distributing equipment for high and low tension with transformers connecting wires and requisites for using electricity in a mine. Offer No./Ev/Alt/Ru 10th V.47		(estimated at (term of delivery not fixed) VI.50	250,000.
24. 2 Transformers for smelting works capacity 10.000 KVA, primary tension 15,000 V, normally charged with 13 grades, approx. 6-8 max., charge 23,000 Amp. Offer No./Ev.60538/Ru. V.47	IX.47 1/3 paid 1st II.48	1st VIII.49	99,000. 90,000.
25. 1 Electro-dynamo cap. 225 KVA., 1000 r.p.m., with PGB.22/300/6 inductor Offer No./C 90172/2 20th IV.47	1st VIII.48	1st III.49	5,160.
26. 11 Three phased synchronized electr motor 30-110 HP 220/380 V, 50 per Offer No./C 90172/H 20th IV.47	I.48	I.III.49	10,996.
27. 13 Three phased synchronized electric motor 30-110 HP 220/380 V, 50 per Offer No./C 90172/h 30th IV.	1st VIII.48	1st VII.49	11,498.
28. 16 Different motors and dynamos FLA 7h/a/4, 28 LE 1440 r.p.m.			<u>404.</u>
			1,205,077.

~~SECRET~~/CONTROL
 U. S. OFFICIALS ONLY

CONFIDENTIAL

SECRET

U. S. ~~SECRET~~ ONLY

CENTRAL INTELLIGENCE AGENCY

- 7 -

50X1-HUM

Subject and extent of delivery (according to the offer)	Fixed terms of concluding the final purchase agreement	Term of delivery	Informatory price in USA Dollars
--	---	---------------------	--

Amount brought forward:

1,205,077.

28. FLA 74/4, 34 HP 1440 r.p.m.			466.
FLA 75/4, 38 HP 1440 r.p.m.			524.
FLA 76/4, 43 HP 1440 r.p.m.			382.
FLA 75/6, 26 HP 960 r.p.m.			518.
FLA 76/6, 30 HP 960 r.p.m.			602.
FLA 142/4, 50 HP 1440 r.p.m.			762.
FLA 145/4, 65 HP 1440 r.p.m.			910.
FHA 147/4, 80 HP 1440 r.p.m.			1,080.
FHA 163/4, 100 HP 1440 r.p.m.			1,340.
FHA 166/4, 135 HP 1440 r.p.m.			1,540.
FHA 183/4, 170 HP 1440 r.p.m.			1,864.
FHA 142/6, 34 HP 960 r.p.m.			766.
FHA 145/6, 45 HP 960 r.p.m.			940.
FHA 163/6, 70 HP 960 r.p.m.			1,076.
FHA 166/6, 95 HP 960 r.p.m.			1,292.
FHA 183/6, 125 HP 960 r.p.m.			1,492.
FHA 146/6, 165 HP 960 r.p.m.			1,800.
FHA 145/8, 28 HP 720 r.p.m.			2,040.
FHA 147/8, 35 HP 720 r.p.m.			932.
FHA 163/8, 45 HP 720 r.p.m.			1,066.
FHA 166/8, 60 HP 720 r.p.m.			1,292.
FHA 183/8, 85 HP 720 r.p.m.			1,490.
FHA 186/8, 110 HP 720 r.p.m.			1,820.
FHA 202/8, 150 HP 720 r.p.m.			2,040.
FHA 205/8, 190 HP 720 r.p.m.			2,720.
FHA 186/6, 105 HP 960 r.p.m.			3,100.
FHA 225/4, 340 HP 1440 r.p.m.			2,670.
FLK 55/4, 25 HP 1440 r.p.m.	3000 volt		5,280.
FLK 56/4, 30 HP 1440 r.p.m.	5000 volt		314.
FLK 74/4, 40 HP 1440 r.p.m.	550 volt		362.
FLK 75/4, 50 HP 1440 r.p.m.			460.
FLK 76/4, 60 HP 1440 r.p.m.			540.
FLK 147/4, 80 HP 1440 r.p.m.			588.
FLK 147/6, 27 HP 960 r.p.m.			862.
FLK 75/6, 35 HP 960 r.p.m.	550 volt		444.
FLK 46/4, 45 HP 960 r.p.m.	550 volt		514.
FLK 76/8, 26 HP 720 r.p.m.	550 volt		628.
FHK 147/8, 35 HP 720 r.p.m.	550 volt		582.
FHK 163/8, 45 HP 720 r.p.m.	550 volt		852.
FHK 166/8, 60 HP 720 r.p.m.	550 volt		1,030.
FHK 166/8, 60 HP 720 r.p.m.	550 volt		1,240.

to

60

Components of above meters will be detailed in the final offer.

29. Dynamos

OK 1900/24,310 KVA 250 r.p.m.

OK 2150/36,330 KVA 167 r.p.m.

21,800.

Offer No. of the motors and Dynamos under item 29-30

19,300.

C 90172, date 25th IV.47

SECURITY/CONTROL
U. S. OFFICIALS ONLY

~~SECRET~~

~~SECRET~~
~~SECRET/CONTROL~~
 U. S. OFFICIALS ONLY

CONFIDENTIAL

CENTRAL INTELLIGENCE AGENCY

- 8 -

Subject and extent of delivery (according to the offer)	Fixed term of concluding the final purchase agreement	Term of delivery	Informatory price in USA Dollars
30. 13 Current-transformer and relays 50-230/5 A No. C 90114/1a 11th IV.47	VIII.47	XII.48	9,684.
31. 4 Current-transformer, No. C 90114/1a 11th IV.47	VIII.47	XII.48	3,040.
32. Oil transformer 1000 KVA 33,000/400/235 V No. Y/80026, 15th IV.47	VIII.47	XII.48	5,980.
			1,308,351.
Amount brought forward:			1,308,351.
33. 1 Synchron. dynamo, horizontal, 850 KVA, 3300 volt, 50 per., 750 r.p.m. with components Offer No./Ev. 60515 2nd V.47	VIII.47	IV.49	16,960.
34. 1 Oil transformer 500 KVA, 6000/400/231 V, 50 per offer No./C 90145 26th IV.47	XII.47	XI.48	2,320.
35. 1 Oil transformer 320 KVA, 6000/400/231 V, 50 per. offer No. C 90145 25th IV.47	XII.47	XI.48	1,750.
36. 2550 motor for three phased current Offer No./S 45259 11th IV.47	VIII.47	IX.49	42,000.
37. 3 dynamos 670 KVA 400 V. 375 r.p.m., for connection with C.I. engine, with switch apparatus	VIII.48	III.50	132,000.
			1,503,381.

Budapest, 11 July 1947.

~~SECRET~~/CONTROL
 U. S. OFFICIALS ONLY

CONFIDENTIAL

~~SECRET~~

~~SECRET~~
 SECRET/CONTROL
 U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 9 -

50X1-HUM

Crushing machines and working up machines for metal

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
1. 20 IV. mobile crushing machines; 400 x 250 mm opening; II JmR 130 C.I. engine and VJK.55/130 vibrator, 2 sieves coal. Offer No. AP/1065 8th IV.47 Kp.voz.2384 16th V.47	5 15th VII.47 8 10th X.47 7 VIII.47	15th IV.48 31st XII.48 31st XII.48	141,400.
2. 2 VIII. crushing machines opening; 800 x 450 mm with FMAC.147/6 electro motor of 52 HP VM.III.100/250 vibrator 3 sieves, spare parts. Offer No.-AP/1065 8th IV.47 item 2-5 No. Kp/2384 16th V.47	2 15th VIII.47	30th XII.48	28,472.
3. 2 Apparatus for crushing gravel, consisting of No.VI. crushing machine with electric motor, VM.III.100/250 vibrator, with electro motor, No.VI. granulating crushing machine, with electro motor and 2 VM.III. 75/200, vibrator with electro motor Offer No. AP/1080 14th IV.47	1 VII.47 1 VII.48	31st XII.48 31st XII.49	37,630.
4. 1 Apparatus for crushing gravel consisting of No.VIII. crushing machine with electric motor VM.III.100/250 vibrator, with electric motor VK III.75/200, vibrator with electric motor No.VIII granulating crushing machine with electro motor 2 VK III.75/200, vibrator with electric motor. Offer No.AP/1080 14th IV.47	VII.48	31st XII.49	29,375.
			<u>236,877</u>

~~SECRET~~/CONTROL
 U. S. OFFICIALS ONLY

CONFIDENTIAL

~~SECRET~~

U. S. ~~SECRET~~ ONLY

50X1-HUM

CENTRAL INTELLIGENCE AGENCY

- 10 -

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
Amount brought forward:			236,877.
5. 1 Apparatus for crushing gravel consisting of 2 No.VIII, crushing machine with electric motor, 2 VM.III.100/250 vibrator, with electric motor 2 No.VIII. granulating crushing machine and 2 VK III. 100/250 vibrator with electric motor. Offer No. Ap/1080 11th IV.47	I.49	31st VII.50	51,970.
6. 10 No.IV. locomotive, crushing machine, 400 x 250 mm opening, II-JAR 130 with Diesel-motor and with VJK 55/130 vibrator, with 2 sieves. Offer No. Ap/1097, 18th IV.47	5 VII.47 5 VII.48	31st XII.48 31st XII.49	95,000.
<u>Machines of Shanotte factory</u>			
7. 5 BE No. VIII. crushing machine opening 800 x 450 mm 52 HP electro motor Offer No. Ap/1055 acc. to item 1.	VII.47	48.-50	59,750.
8. 2 roller, diameter 1000 mm and with cylinders 350 mm, electro motor with 25 HP Offer No. Ap/1055 4th IV.47			23,200.
9. 1 Cylindric grinding apparatus Offer No. Ap/1055 4th IV.47			1,500.
10. 1 Roller, diameter 600 mm and with cylinders 450 mm, electro motor with 14 HP Offer No. Ap/1055 acc. to item 8.			4,150.
11. 1 No. IV crushing machine opening 400 x 250 mm, with electro motor 14 HP Offer No. Ap/1055 4th IV.47			3,350.
12. 1 Roller, diameter 600 mm and with cylinders 450 mm, with electro motor 14 HP Offer No. Ap/1055 acc. to item 13			4,150.
			<u>1482,947.</u>

~~SECRET~~/CONTROL
U. S. OFFICIALS ONLY

CONFIDENTIAL

~~SECRET~~

SECRET
U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 11 -

50X1-HUM

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
Amount brought forward:			482,947.
13. 2 Disintegrator 550 mm and with revolving component 120 mm, with electro motor 450 HP Offer No. Ap/1055 acc. to item 18			2,720.
14. 19 Vibrator, light typ. No. VK III. 100/200, with electro motor Offer No. Ap/1055 acc. to item 21			29,450.
15. 6 Dry rolling apparatus 1500 mm ϕ and with 400 mm broad rollers electro motor 20 HP. Offer No. Ap/1055 acc. to item 23			78,900.
16. 1 Wet rolling apparatus with rollers 1600 ϕ x 45 mm with electro motor 24 HP. Offer No. Ap/1055 acc. to item 23			9,550.
17. 2 Mixing rolling apparatus with rollers 1600 ϕ x 45 mm with electro motor 34 HP Offer No. Ap/1055 acc. to item 24			27,700.
18. 2 pounder, 100 ϕ x 500 mm broad, with electro motor 34 HP Offer No. Ap/1055 acc. to item 25			22,500.
19. 11 brick-press, with press cylinder 300 mm ϕ , with electro motor 16 HP Offer No. Ap/1055 acc. to item 27			35,750.
20. 3 Brick-press with press cylinder 300 mm ϕ , with electro motor 16 HP Offer No. Ap/1055 acc. to item 28.			7,800.
21. 2 Combined mixing and wetting apparatus, main measurements 1000x3500 mm, with electro motor. Offer No. Ap/1055 acc. to item 29.			5,900.
22. 1 Automatic dosing machine with			
			<u>703,217</u>

SECRET/CONTROL
U. S. OFFICIALS ONLY

CONFIDENTIAL

SECRET

~~SECRET~~
U. S. OFFICIALS ONLY

50X1-HUM

CENTRAL INTELLIGENCE AGENCY

- 12 -

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
Amount brought forward:			703,217.
22. 1 Automatic dosing machine with revolving plate 2000 mm ø with 3000 mm large mixing apparatus, electro motor 8 HP Offer No. Ap/1055 acc. to item 30			2,450.
23. 1 Dosing machine, with electro motor. Offer No. Ap/1055 acc. to item 31			4,200.
			709,867.
Detailed description of the machines for manufacturing chaotite are included in the referring paras. of offer No. Ap/1055 of 4th April 1947. The limit for placing the orders of all the above items is July 1947, the time limit of delivery will be fixed by mutual agreement for division at a later date for the years 1948-50.			
Amount brought forward:			709,867.
24. 1 Mixer roller for bakelite 450 mm ø and 1100 large "Kokilla" casted cylinders suitable for steam heating with electro motor 45 HP Offer No. Ap/1076 10th IV.47	1st IX.47	31st XII.48	20,550.
25. 1 Hammering mill for charcoal with revolving component 800 ø x 400 mm with electro motor 30 HP Offer No. Ap/1064 3th IV.47	1st IX.47	31st X.48	3,660.
26. 50 Vibrator typ VM III. 100/250 with electro motor Offer No. Ap/1069 3th IV.47	9 VII.47 6 I.48 5 30th VI.48 6 31st XII.48 6 30th VI.49 6 31st XII.49 6 30th VI.50 6 31st XII.50 6 30th VI.51 6 31st XII.51	VI.48 31st XII.48 30th VI.49 31st XII.49 30th VI.50 31st XII.50 30th VI.51 31st XII.51	112,500.
27. 1 Machinery for manufacturing of wall bricks consisting of machinery for preparing the material and pressing the bricks. Offer No. Ap/1106 21st IV.47	1st VIII.47	31st XII.48	35,700.

~~SECRET~~/CONTROL
U. S. OFFICIALS ONLY

~~SECRET~~

~~SECRET~~
U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 13 -

50X1-HUM

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
Amount brought forward:			35,700.
28. 1 Machinery for manufacturing roof tiles acc. to item 14-16	1st VIII.47	31st XII.48	20,000.
			901,377.
The eventual necessity of planning and fitting of the machinery for manufacturing bricks and tiles will be dealt with under separate agreement and settlement.			
Amount brought forward:			901,377.
29. 1 cyonid bucking implement 1000 t/24 capacity; consisting of braking and cyonit and bucking section, with transformer, pump, spare parts, price including the fitting by an expert. Based on Offer No. Ap/1096 18th IV.47., leaving out the crushing apparatus and the cyonit bucking part is to be made according to the qualities of the products of the firm Dorr-Oliver. The firm Ganz Ltd., considers the estimate price offer of the Yugoslav Committee too low.	X.47	X.50	2,200,000.
30. 1 Ore manufacturing implement for lead and zinc 500 t/24 hrs capacity Offer No. Ap/1089 15th IV.47 with a pre-estimate. Equipment consisting of: crushing, grinding machine, with pumps, transformer and spare parts, price including expert fitting.	I.43	VI.51	900,000.
31. 1 Equipment for floating molidben-ores 1500 t.24 hrs. capacity. According to our estimate dated Ap/1095 17th IV.47 with the alternation that the equipment has to be built for 2500 t. per 24 hrs. capacity and such elements of the machinery which have a bearing on this operation must be enlarged to the necessary capacity. Consisting of crushing, grinding and floating section with pump plant and transformer, Prices include expert fitting.	III.48	31st XII.51	2,330,000.
			6,331,377.

The prices of the above items are only approximate estimates. Final figures will be given after all technical data have been made available. The time of delivery is fixed depending on final clearing

~~SECRET~~/CONTROL
U. S. OFFICIALS ONLY

CONFIDENTIAL

SECRET

~~SECRET~~
U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 14 -

50X1-HUM

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
---------	-------------------------	------------------	----------------------------------

up technical data and approval of technical plans.
In the case of Symona crushing machines will be chosen, a mutual agreement will be decisive.

Amount brought forward:

6,331,377.

32. 100 Floating cells with iron lining with 1m ² capacity, electric motor 2 combined cells Offer No. Ap/1077 11th IV.47	50 VIII.47 50 VIII.48	XI.48 XI.49	195,000.
33. 3 Agitator with 25m ² capacity, with stirring equipment 3000x3500 electro motor and reserve equipment Offer No. Ap/1077 11th IV.47	X.47	XII.48	14,550.
34. 1 No. III. crushing machine with 800 x 450 mm opening with electro motor and accessories Offer No. Ap/1090 15th IV.47	X.47	VII.49	11,950.
35. 2 No. II. crushing machine with 250 x 150 mm opening with electro motor and accessories 6.5 HP Offer No. Ap/1090 15th IV.47	2 X.47	III.49	2,360.
36. 2 Classifying implement Dorr system, 2400 x 9140 mm with electro motor and accessories. Offer No. Ap/1090 15th IV. 47	2 X.47	III.49	25,000.
37. 1 Classifying implement Dorr system, 2400 x 100 mm 10 HP with electro motor and accessories Offer No. Ap/1090 15th IV.47	X.47	III.49	18,700.
38. 1 Ball mill for grinding ore 1800x x 2000 mm with diaphragm and cronic sieve in the outlet tap with electro motor 120 HP and accessories. Offer No. Ap/1289 10th VI.47	IX.47	IX.49	27,500.
39. 1 No. III crushing machine with 800 x 450 mm opening with electro motor 52 HP and accessories. Offer No. Ap/1289 10th VI.47	IX.47	IX.49	11,950.

~~SECRET/CONTROL~~
U. S. OFFICIALS ONLY

CONFIDENTIAL

~~SECRET~~

~~SECRET~~
U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 15 -

50X1-HUM

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
Amount brought forward:			11,950.
40. 1 No. VIII (regulator with electro motor. Offer No. Ap/1289 10th VI.47	IX.47	IX.49	12,200.
41. 3 No. VII II 75/200 vibrator with electro motor and 2 sieves and accessories	3 IX.47	IX.49	4,050.
			<u>6,654,637.</u>
<u>Cranes and Transport Equipment</u>			
1. 6 Cranes for harbor, able to carry 5 t. Acc. to offer Da/256 3rd IV.47	VIII.47	48	509,700.
Fitting and putting into operation will be done by the fitters of the Gans Ltd. firm. The expenses and terms will be fixed at concluding the final agreement.			
2. 6 Cranes with 5 t. capacity 22 m extension, 22 m with lifting height, 15 m length. Acc. to offer Da/406 15th V.47	IV.48	31st XII.49	525,000.
3. 3 Revolving cranes with 5 t. capacity and 22 m extension Acc. to offer Da/406 15th V.47	IV.48	31st XII.49	195,000.
4. 4 Gantry with 25 t. capacity with 2 electro motors Acc. to offer Da/406	X.47	IX-XII.48	48,720.
5. 1 Gantry with 10 t. capacity with 2 electro motors Acc. to offer Da/406	X.47	IX-XII.48	5,060.
6. Nine belts rubber ribbon, portable, complete with electro motor and motor shalter			30,060.
3 with capacity 1 t. pro hrs. length 100 m. belt 500 mm with electro motor and accessories			
2 with capacity 1 t. pro hrs. length 100 m. belt 500 mm with electro motor and accessories	VIII.47	48.	21,380.
			<u>1,335,720.</u>

~~SECRET/CONTROL~~
U. S. OFFICIALS ONLY

CONFIDENTIAL

SECRET

~~SECRET~~
SECURITY CONTROL
U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 16 -

50X1-HUM

Subject	Term of final agreement	Term of delivery	Informatory price in USA dollars
Amount brought forward:			1,335,720.
6. 3 with 1 t. capacity per hrs. 100 m length of belt, with electro motor and accessories			32,070.
3 t/hrs capacity in 200 length of belt, 500 mm large, electro motor and accessories	XIII.47	III.50	55,050.
6 25 t/hrs capacity in 30 m length of belt, 500 mm large electro motor and accessories			33,120.
Price concerning plated quality Spare parts for the above mine-belts:			
4 10 HP electro motor			2,680.
1 20 HP electro motor			780.
Supporting roller for the mine- belts: (upper)			
50 for the 500 mm belts			2,050.
Supporting roller for the mine- belts: (under)			
50 for the 500 mm belts			625.
The mine-belts and accessories are acc. to Offer Da/339, 22nd IV.47 Da/376, 5th V.47, Da/402, 15th V.47			
Rubber belts for the above mine-belts			
8 Large 500 mm length 208 m		Dates of concluding	65,920.
3 " 500 mm " 480 m		agreement and terms	56,700.
6 " 500 mm " 68 m		of delivery as above.	28,080.
1 " 500 mm " 50 m			1,980.
1 " 500 mm " 50 m			2,315.
According to the Offer No. Da/489 10th IV.47 until final conclusion of agreement. The customer will be entitled to demand 600 mm wide ribbons in place of 500 mm ones, until final conclusion of agreement.			
1 Funicular railway, length 7 km with capacity of 100 t at 8 hrs. daily work 20 HP with electro motor, the quality as Gleichert system, without steel rope.			
Acc. to offer Da/405, 15th V.47 and Da/348, 25th IV.47	IX.48	15th VII.50	89,500.
Fitting will be carried out by the Ganz Ltd. factory and this firm will also cover ex- penses acc. to terms laid down at the time of the conclusion of the agreement.			1,706,590.

~~SECRET/CONTROL~~
U. S. OFFICIALS ONLY

CONFIDENTIAL

~~SECRET~~

~~SECRET~~
U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 17 -

50X1-HUM

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
---------	-------------------------	------------------	----------------------------------

7. 2 Boilers for lignit heating with steam production 11 6/hrs 18 at 350° C automatic stoking, with air heating, proding air ventilate with shamoto material and fitting. Fuel 2.200 calory per kg. minimum heating capacity.	IX.47	VI.50	300,000.
--	-------	-------	----------

The above prices are only estimate prices, final ones will be confirmed at date of placing the order.

General manufacture of machines

1. 2 Refrigerator chamber and factories manufacturing ice, acc. to offer machinery with 15,000 kg ice producing, capacity per 24 hrs. Offer WG,Ag,Jh 690, 14th IV.47	VIII.48	31st XII.49	136,200.
2. 2 Refrigerator chamber and factories manufacturing ice, acc. to offer machinery with 7500 kg ice producing, capacity per 24 hrs. Offer WG,Ag,Jh 690, 14th IV.47	VIII.47	31st XII.49	83,000.
3. 1 Machinery for one refrigerator chamber with 2576 t capacity acc. to offer, with fitting & planing of transport, acc. to customers technical data, which will be confirmed at final competition of order. Offer AG,Jh,393, 9th V.47	I.48	31st XII.49	192,300.
4. Machinery for one refrigerator chamber with 3110 t capacity acc. to offer, with fitting & planing of transport, acc. to customers technical data, which will be confirmed at final competition of order. Offer AG,Jh,393 9th V.47	30th IX.48	30th IX.50	393,100.
5. 1 Gear with 11 KW capacity 1450/265 r.p.m. with plate. Offer WG,Ag,H 386 8th V.47	III.48	X.48	1,000. 50
6. 20 Individual Pumping Unit with compressed air system, with spare parts Offer Ex 1633 19th V.47	VIII.47 5 V.48 10 V.49 5	VII.48 VI.49 VI.50	155,000.
			<u>1,261,141.50</u>

~~SECRET/CONTROL~~
U. S. OFFICIALS ONLY

~~SECRET~~

SECRET**SECRET/CONTROL**
U. S. OFFICIALS ONLY**CENTRAL INTELLIGENCE AGENCY**

- 16 -

50X1-HUM

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
---------	-------------------------	------------------	----------------------------------

Manufacture of pumps

- | | | | |
|--|---------|----------|---------|
| 1. 1 Horizontal centrifugal pump per min. 3000 lit, for water supply, manometer 25 m, with spare parts and electro motor. Offer Tb 668, 18th IV.47 | II.48 | VII-X.49 | 3,032. |
| 2. 3 As above, per min. 15000 lit, 25 m Offer Tb 668 | VIII.47 | X-XII 48 | 13,530. |
| 3. 3 As above, per min. 3,000 lit, 25 m Offer Tb 668 | VIII.47 | X-XII 48 | 5,601. |
| 4. 3 As above, per min. 5,000 lit, 25 m Offer Tb 668 | VIII.47 | X-XII.48 | 6,366. |
| 5. 2 As above, with sliding bearings, per min. 2,000 lit 340 m Offer To 687 21st IV.47 | V.48 | X-XII.49 | 32,710. |
| 6. 3 As above, per min. 20,000 lit, 100 m Offer Tb 637 | V.48 | X-XII.49 | 35,965. |
| 7. 4 As Above with sliding bearings per min. 1,000 lit 100 m Offer Tb 637 | VIII.47 | I-XII.49 | 18,820. |
| 8. 1 As above with sliding bearings per min. 1,000 lit 1130 m Offer Tb 687 | VIII.47 | X-XII.49 | 5,390. |
| 9. 5 As above with sliding bearings per min. 600 lit 200 m Offer Tb 687 | V.48 | X-XII.49 | 36,750. |
| 10. 2 As above with sliding bearings per min. 1000 lit, 100 m Offer Tb 687 | VIII.47 | X-XII.49 | 8,800. |
| 11. Horizontal centrifugal pump with roller bearing, 3,000 lit per min. capacity, 100 m Offer Tb 637 | IV.48 | X-XII.49 | 6,010. |
| 12. 2 As above, with sliding bearings per min. 3000 lit, 250 m Offer Tb 637 | IV.48 | X-XII.49 | 22,920. |
| 13. 3 As above with sliding bearings per min. 3,000 lit 250 m Offer Tb 687 | IV.48 | X-XII.49 | 24,010. |

SECRET/CONTROL
U. S. OFFICIALS ONLY**SECRET**

CONFIDENTIAL

~~SECRET~~
~~SECRET/CONTROL~~ ~~CONFIDENTIAL~~
 U. S. OFFICIALS ONLY
 CENTRAL INTELLIGENCE AGENCY

- 19 -

50X1-HUM

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
14. 3 As above with sliding bearings, per min. 3.000 lit 220 m offer Tb 687	IV.48	X-XII.49	29,655.
15. 2 As above, with sliding bearings, per min. 200 lit 350 m offer Tb 687	IV.48	X-XII.49	3,800.
16. 2 As above, with sliding bearings, per min. 2.000 lit 300 m offer Tb 687	IV.48	X-XII.49	32,910.
17. 2 As above with sliding bearings, per min. 1500 lit 600 m offer Tb 833, 19th V.47	II.48	X.49	49,620.
18. 2 As above with sliding bearings, per min. 5000 lit 200 m offer Tb 687	I.48	VI.49	19,180.
19. 1 As above with sliding bearings, per min. 2000 lit 175 m offer Tb 687	I.48	VI.49	4,500.
20. 1 As above with sliding bearings per min. 1.500 lit 40 m offer Tb 687 (but 2880 revolv.)	I.48	VI.49	1,250.
21. 2 As above with sliding bearings per min. 2500 lit 200 m offer Tb 687 (but 2880 revolv.)	I.48	VI.49	10,500.
22. 1 As above with sliding bearings per min. 2000 lit 125 m offer Tb 687 (but 2880 revolv.)	I.48	VI.49	3,700.
23. 2 As above with sliding bearings per min. 1000 lit 90 m offer Tb 687 (but 2880 revolv.)	I.48	VI.49	4,450.
24. 2 As above with sliding bearings per min. 1500 lit 130 m offer Tb 687 (but 2880 revolv.)	VIII.47	I.49	9,600.
25. 1 As above with sliding bearings per min. 500 lit 200 m offer Tb 687	VIII.47	I.49	2,260.
26. 1 As above with sliding bearings per min. 6000 lit 200 m offer Tb 749	V.48	XII.49	15,406.
27. 1 As above, with sliding bearings but vertical quality per min. 2.000 lit, 180 m offer Tb 360	XII.47	VI.49	10,570.

~~SECRET/CONTROL~~
 U. S. OFFICIALS ONLY

CONFIDENTIAL

~~SECRET~~

~~SECRET~~
 U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 20 -

50X1-HUM

Subject	Term of final agreement	Term of delivery	Informatory price in USA Dollars
28. 2 As above with sliding bearings per min. 7000 lit 25 m offer Tb 101h 13th VI.47	VIII.47	X.48	5,172.
	<u>Fixed term of concluding the final purchase agreement</u>		127,767.
10. 30 Ship Dieselmotors signed IVJhC160, with 52 HP, 60 r.p.m. with couplings and ship accessories, acc. to offer Ex.1633.26th IV.47 offer No.26,682	10 VIII.47 10 VII.48 10 VII.49	XII.49 XII.49 XII.50	276,600.
20. 30 Ships Dieselmotors signed VIJhC160, with 132 HP 1000 r.p.m. (as above) Ex.1633, 26th IV.47 offer No. 26,682	10 VIII.47 25 VII.48 25 VII.49 20 VII.50	XII.48 XII.49 XII.50 XII.51	1,120,000.
30. 2 Dieselmotors for electric center, 6 Dieselmotors signed VIIJhR 216/310, with 400 HP. 750 r.p.m., three phased generator, signed FEG 26/400/8,400 KVA, 6000 V.~D.L., according to offer. Ex.1633. 26th IV.47 offer No. 26,682	3 VII.48 3 VII.49	XI.50 X.51	270,960.
40. 18 Dieselmotors, signed IIJhC 130, with 26 HP, 1000 r.p.m. with three phased generator FEG 14/6 with switchboard, acc. to offer Ex.1633, 26th IV.47 offer No. 26,682	5 VIII.47 4 X.47 2 II.48 2 IV.38 2 I.49 3 II.49	XII.48 IV.49 VIII.49 X.49 VII.50 IX.50	86,400.
50. 20 Dieselmotors, signed IIJhC 130, with 15 HP. 600 r.p.m. and accessories Ex.1633 15th IV.47 offer No. 26,682	5 VII.47 7 XI.47 5 VII.48 3 VII.49	XII.48 IV.49 I.50 I.50	54,000.
60. 22 Dieselmotors signed IIJhC 130, with 23 HP, 690 r.p.m. and accessories acc. to offer. Ax. 1633 9th IV.47 offer No. 652	5 VIII.47 8 X.47 5 II.48	XII.48 III.49 VIII.49	59,400.
7. 66 Dieselmotors, signed IIJhC, with 24 HP, 900 r.p.m. and accessories, acc. to offer Ex.1633 15th IV.47 offer No. 663	10 VIII.47 15 VII.47 10 X.47 3 II.48 7 IV.48 4 VIII.48 7 XII.48 5 III.49 3 VII.49	XII.48 XII.48 IV.49 VIII.49 X.49 II.50 IV.50 IX.50 II.51	173,200.

~~SECRET~~
 U. S. OFFICIALS ONLY

CONFIDENTIAL

SECRET

~~SECRET~~

CONFIDENTIAL

~~SECRET/CONTROL~~
U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 21 -

Subject	Fixed term of concluding the final purchase agreement	Term of delivery	Informatory price in USA Dollars
---------	---	------------------	----------------------------------

8. 7 Dieselmotors signed IVJmC 130, with 43 HP, 920 r.p.m. acc. to offer Ex. 1633 9th IV.47 Offer No. 651	1 VIII.47 4 VI.48 2 VI.49	XII.48 XII.49 XII.50	31,850.
9. 55 Dieselmotors signed IIJmC 160, with 31 HP, 700 r.p.m. with accessories, acc. to offer. Ex. 1633 9th IV.47 Offer No. 651	6 VIII.47 6 VIII.47 7 XII.47 7 III.48 4 V.48 7 VII.48 9 X.48 7 X.49 2 XII.49	XII.48 I.49 VI.49 IX.49 XI.49 II.50 IV.50 IV.51 VI.51	
10. 10 Dieselmotors signed VIJmD 160 with 125 HP. 950 r.p.m. with accessories acc. to offer Ex. 1633 9th IV.47 Offer No. 65	4 VI.48 3 VI.49 3 V.50	XII.49 XII.50 XI.51	91,200.
11. 12 Dieselmotors signed VIIJmD 160 with 176 HP. 1000 r.p.m. and accessories acc. to offer Ex. 1633. 9th IV.47 Offer No. 651	4 VIII.47 4 V.48 4 VI.48	XII.48 XI.49 XII.49	148,800.
12. 5 Dieselmotors signed VIJmR 170, 200 HP 1000 r.p.m. with accessories acc. to offer Ex. 1633. 9th IV.47 Offer No. 651	1 VIII.47 2 VI.48 1 VI.49 1 VI.50	XII.48 XII.49 XII.50 XII.51	67,750
13. 10 Dieselmotors signed IIJmC 160 with 44 HP. 1000 r.p.m. and accessories acc. to offer Ex. 1633 9th IV.47 Offer No. 651	2 VIII.47 3 VIII.47 3 XII.48 2 III.48	XII.48 I.49 VI.49 XI.49	36,400
			2,616,260
14. 10 Dieselmotors signed IIJmC 160 with 44 HP. 1000 r.p.m. with accessories for natural gas, acc. to offer Ex. 1633 19th V.47 Offer No. 733	1 III.48 3 V.48 3 VIII.48 3 X.48	IX.49 XI.49 II.50 IV.50	43,000.
			2,659,260.

Budapest, 11th July 1947

~~SECRET/CONTROL~~
U. S. OFFICIALS ONLY

CONFIDENTIAL

~~SECRET~~

~~SECRET~~
U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

- 22 -

50X1-HUM

Subject and extent of delivery	Fixed term of concluding the final purchase agreement	Term of delivery	Informatory price in USA Dollars
--------------------------------	---	------------------	----------------------------------

Power Stations

- 1 100 MW Hydro power-stations
55 " Thermo power-stations
220 MVA transformer-stations
220 t/h Boilers

31,500,000.

The prices are to be understood
from the factory, fitting included.

1.	12 - 12 MW Hydro power-stations	15 VII.47	15 VI.49
2.	3 " " " "	1 VII.47	1 V.49
3.	4 " " " "	2 VII.47	1 VIII.49
4.	13 " " " "	1 IX.47	30 IV.50
5.	4 " " " "	1 XII.47	1 IX.50
6.	4 " " " "	1 IX.47	1 VII.50
7.	14 " " " "	1 V.47	1 VIII.51
8.	14 " " " "	1 VII.47	1 XII.51
9.	20 " " " "	1 VIII.47	31 XII.51
1.	5 MW Thermo power-stations	1 IX.47	1 XII.49
2.	10 " " " "	1 IX.47	1 IV.50
3.	20 " " " "	1 XII.47	1 XI.50
4.	10 " " " "	1 XII.48	1 IV.51
5.	10 " " " "	1 VI.48	1 X.51
1.	Steam boiler 60 t/per hrs	15 X.47	15 XII.49
2.	" " 60 t/per hrs	1 XI.47	1 IV.50
3.	" " 100 t/per hrs	15 XII.47	15 X.50
1.	Transformer station 20 MVA	1 VIII.47	1 III.49
2.	" " 20 "	1 IX.47	1 IV.49
3.	" " 10 "	1 X.47	1 XI.49
4.	" " 40 "	1 XI.47	1 XII.49
5.	" " 30 "	1 XII.47	1 I.50
6.	" " 40 "	1 I.48	1 VIII.50
7.	" " 20 "	1 III.48	1 X.50
8.	" " 10 "	1 VI.48	1 VII.50
9.	" " 30 "	1 VIII.48	1 IX.50

That date is to be understood by limit of delivery by which date the machinery is ready for putting in action provided that the terms as regards fitting, delivery, etc., as laid down in the final agreement, were complied with.

In the case of the hydro-power station, mentioned in item 2 and 3 being delivered for Reparation, the purchase agreement will be concluded by the Hungarian Reparation Office. If the hydro-power station is delivered for reparation, the above mentioned total sum will be reduced by approximately \$656,000.

Budapest, 18 July 1947.

~~SECRET~~/CONTROL CONFIDENTIAL
U. S. OFFICIALS ONLY

~~SECRET~~

~~SECRET~~
U. S. OFFICIALS ONLY

~~CONFIDENTIAL~~

50X1-HUM

CENTRAL INTELLIGENCE AGENCY

- 23 -

From the part of Ganz & Company it will accept the order and will be under obligation that the above transports will be accomplished in time, and will be delivered at the fixed and agreed time, on those detailed conditions to be fixed in the final purchase-agreement in question. Besides this will take into possession the capacity of the factories in the time for accomplishing the above orders.

50X1-HUM

In the item "Extent of subject and transport" at the offer of the firm, the reference is concerning only the transport of the general technical description and not the other conditions, which must be a compatible agreement at the concluding of the purchase agreement in question, and taking as basis "general conditions and instructions for concluding each purchase agreement".

2. The Yugoslav Board of directors, institutions, organs and firms, which will from the one part be decided on and authorized later, from the other part, the Ganz & Company will begin the concluding of the purchase agreement in question, latest at the time fixed, which pointed out in item 1 of this pre-contract, according to every point.

The final purchase agreement must be concluded according to the fixed principles "general conditions and instructions for each purchase agreement".

The pre-contract for the obligations in connection with the final purchase agreement to be concluded, pointed out in item 1, acc. to the points, will come only into effect when the points in question will be admitted as a component part.

3. In this pre-contract, the fixed term of time of delivery, pointed out in the points of item 1, must be considered as maximum and in the final purchase agreement a longer time of delivery cannot be estimated.

In the final purchase agreement a penalty will be stipulated in the case of a possible exceeding of time of delivery, namely according to item 5 "general conditions and instructions for concluding each purchase agreement".

4. In this contract, according to the points in item 1, the price pointed out represent only price estimates until the final purchase prices are fixed in the final purchase agreement in question, i.e., taking into consideration as basis the competing world market prices and the equivalent possibilities of procurement in a third country.

The prices must be divided:

- basic-price
- freight
- packing expenses
- expenses of plans and drawings
- expenses of insurance
- expenses of mounting machines.

The competing world market prices and the principle of correcting of prices will be fixed and completed in full detail in the final purchase agreement on the basis of "general conditions and instructions for concluding each purchase agreement".

5. The customer is obliged to pay the fixed purchase price to the supplier in the following way:

(a) Short-term delivery

30 percent within 15 days from the day the purchase agreement was concluded.

70 percent 15 days after quantitative acceptance by customer.

Under the short-term delivery is to be understood deliveries which do not exceed the 12-month term fixed.

~~SECRET~~
U. S. OFFICIALS ONLY

~~CONFIDENTIAL~~

~~SECRET~~

~~SECRET~~

CONFIDENTIAL

~~SECRET/CONTROL~~

U. S. OFFICIALS ONLY

CENTRAL INTELLIGENCE AGENCY

50X1-HUM

- 24 -

(b) Long-term deliveryif the deliverer does not accomplish the mounting

30 percent within 30 days, following conclusion of purchase agreement.

30 percent within 30 days, when it is stated that 50 percent of the equipment and machines are complete.

40 percent within 15 days after quantitative acceptance by customer.

if the mounting is done by the deliverer

30 percent within 30 days after concluding the purchase agreement.

30 percent within 30 days when it is stated that 50 percent of the equipment and machines are complete.

20 percent within 15 days after quantitative acceptance by customer.

20 percent within 15 days, reckoning the day when the equipment is put into operation.

All payments affected in advance are only calculated on the basic price, the drawings and plans only when completed by the deliverer, before the beginning of the manufacture.

In the case of long-delivery, when part payment is also made, when 50 percent of the order has been accomplished, in every purchase agreement the type of delivery must be decided by the criterion whether the order is 50 percent complete or not.

6. The customer is authorized, before the purchase agreement is concluded, which are pointed out in the pre-contract, item 1, i.e., in the according offer, as well as in the mentioned item a possible change of time of delivery.

7. The customer has the right to exercise through his own organs at the deliveries:

Control concerning the preparations of the start of manufacturing,

Control of start of manufacturing,

Working out of the construction and certain parts, and the proceedings of production,

Control of use of material in the course of manufacturing,

Control and examination of the several machines and their elaborated elements, etc.

All other technical controls which are connected with the regular carrying out of the purchase agreement.

This control can only take place during the regular working hours and the number of persons exercising the control must not surpass the usual number.

8. The clients will contract for the technical guarantee concerning all the deliveries. Concerning the fixed term of the technical guarantee, the average term for technical guarantee is decisive, taking into consideration the average term of technical guarantee in Czechoslovakia, Switzerland and Austria.

9. All the matters of dispute resulting from the pre-contract will be decided by a board of arbitration, which must be convened and proceed according to "general conditions and instructions for concluding each purchase agreement".

50X1-HUM

CONFIDENTIAL

~~SECRET/CONTROL~~

U. S. OFFICIALS ONLY

~~SECRET~~

50X1-HUM

Page Denied